

ELIGIBILITY INFORMATION REQUIRED FOR 504 SUBMISSION Rev. 9/30/11
NON PCLP

I. General Information - Fill out all blanks and answer all questions. If a question is answered "No," the loan is not eligible.

Applicant Name _____
CDC Name _____
Describe Type of Business _____
Describe Project _____

Applicant is an operating business organized for profit, is located in United States, has demonstrated a need for the desired credit, and the desired credit is not otherwise available on reasonable terms from non-Federal sources. YES___ NO___

The Applicant will use the Project Property and the Project is located in the United States. YES___ NO___

The products and/or services of the applicant business are available to the general public. YES___ NO___

II. Size - Check Any Item(s) That Are Applicable and Fill out A or B below.

COMPLETE FOR APPLICANT:

If using the 504 size standard:

- A. Tangible net worth of Applicant (excluding its Affiliates) _____ Average net income after Federal income taxes (excluding any carry-over losses) for the Applicant (excluding its Affiliates) for the preceding two completed fiscal years _____

If using the alternative 7(a) size standard:

- B. Primary industry of Applicant _____ NAICS Code of Applicant _____
Average annual receipts of Applicant Business (excluding affiliates) over last 3 completed fiscal years _____ No. of employees of Applicant Business _____ SBA size standard for applicant _____

___Applicant has possible affiliates. *If item is checked, provide the following information in Section X of this form:*

List possible affiliates, discuss possible bases of affiliation and determine if affiliation exists.

If affiliation exists, provide a schedule showing combined size calculation.

The combined size calculation of applicant and its affiliates meets the size standard for the applicant's primary Industry or the size standard for the primary industry of the applicant and its affiliates, whichever is higher. YES___ NO___

If size standard is exceeded by no more than 25%, Project location is within a labor surplus area. YES___ NO___

___Applicant business has a franchise/license/dealer/jobber or similar agreement. *If checked, answer the following question: The SBA Franchise Registry lists the franchise/license/dealer/jobber or similar agreement as an approved agreement.* YES___ NO___

If "Yes," include a Certificate of No Material Change or Certificate of Material Change in Exhibit 13.

If "No", agreement must be submitted to SLPC prior to submission of the 504 application

III. Principals of the Applicant - Answer All Questions. If a question is answered "No," the loan is not eligible.

Lender has assessed the liquid assets of the immediate family (including spouse and dependent children) of each owner of 20% or more of the equity of the Applicant (and of the Operating Company, if the Applicant is an Eligible Passive Company) and determined that they do not exceed:

☐ for a financing package of \$250,000 or less, two times the total financing package or \$100,000, whichever is greater;

☐ for a financing package between \$250,001 and \$500,000, one and one-half times the total financing package or \$500,000, whichever is greater;

☐ for a financing package of more than \$500,000, one times the total financing package or \$750,000, whichever is greater. YES___ NO___

All principals of business are either U.S. citizens, or non-U.S. citizens whose INS status has been verified by the lender. YES___ NO___

CHOOSE ONE:

- ☐ The business is at least 51 percent owned by individuals who are U.S. citizens and/or who have verified Legal Permanent Resident (LPR) status from INS and control the management and daily operations of the business.
- ☐ The business is at least 51 percent owned by aliens with a verified status other than LPR, the lender has determined that continual and consistent management of the business has been provided by a U.S. citizen or by a verified LPR for at least one year and will continue indefinitely AND U.S. collateral is pledged sufficient to pay the loan in full at any time. (Businesses less than one year old do not meet these requirements.)

No Associate of the Applicant is incarcerated, on probation, on parole, or under indictment for a felony or a crime of moral turpitude.

YES___NO___

IV. Type of Business - Check Any Item(s) That Are Applicable.

☐ Applicant is or does one of the following (*If item is checked, loan is not eligible*):

- primarily engaged in the business of lending
- a passive business that holds real property to receive rent or lease income and is not an Eligible Passive Company discussed below or a mini-warehouse/self storage facility
- bail bond company
- life insurance company
- pyramid sale distribution plan
- any illegal activity
- consumer or marketing cooperative
- earns 1/3 or more of its gross annual revenue from packaging SBA loans
- primarily engaged in political or lobbying activities
- a speculative business (such as oil wildcatting)

☐ Applicant is a pawn shop. *If item is checked, answer the following question. If "No," loan is not eligible.*
More than 50% of Applicant's income for the previous year was from the sale of merchandise rather than from interest on loans.

YES___ NO___

☐ Applicant is a mortgage service company. *If checked, answer the following question. If "No," loan is not eligible.*

Any mortgage loans funded are sold within 14 days of loan closing.

YES___ NO___

☐ Applicant is a motel, trailer park, campground or similar type of business. *If item is checked, answer the following question. If "No," loan is not eligible.*

Applicant derives 50% or more of its gross annual income from transients who stay for periods of time not exceeding 30 days.

YES___ NO___

☐ Any of gross annual revenue of Applicant business is derived from gambling. *If item is checked, answer the following question. If "No," loan is not eligible.*

The revenue is from legal gambling activities and comprises 1/3 or less of gross annual revenue of Applicant business and the business is not a racetrack, casino or otherwise have gambling as its reason for being.

YES___ NO___

☐ Applicant is a private club or business. *If item is checked, answer the following question. If "No," loan is not eligible.*

Business does not limit the number of memberships for reasons other than capacity.

YES___ NO___

☐ Applicant is a government-owned entity. *If item is checked, answer the following question. If "No," loan is not eligible.*

Applicant is business owned or controlled by a Native American tribe, but is a separate legal entity from the tribe.

YES___ NO___

☐ Applicant is an Eligible Passive Company (EPC). *If item is checked, fill in the blanks and answer the following questions. If an individual question or both parts of a two part question is answered "No," loan is not eligible. Attach additional sheet with Names and Legal Forms if more than one OC. References below to OC mean each OC.*

Name of Operating Company (OC) _____
Legal Form of Entity of OC _____

- The EPC will use the loans proceeds to acquire or lease, and/or improve or renovate real or personal property (including eligible refinancing) that it leases 100% to the OCs. YES___ NO___
- The OC is an eligible small business and the proposed use of proceeds would be an eligible use if the OC were obtaining the financing directly. YES___ NO___
- The EPC (with the exception of a trust) and the OC each are small under SBA's size standards. YES___ NO___
- The EPC is eligible as to type of business, other than being passive. YES___ NO___
- The lease between the Eligible Passive Company and the Operating Company will be in writing, will have a remaining term at least equal to the term of the loan (including options to renew exercisable solely by the Operating Company), will be subordinated to SBA's lien on the property and the rents will be assigned as collateral for the loan. YES___ NO___
- The OC will be a guarantor or co-borrower. If part of the assets are to be owned by the OC, it will be a co-borrower. YES___ NO___
- Each 20% or more owner of EPC and each 20% or more owner of OC will guarantee loan. YES___ NO___
- The debenture amount does not exceed \$5.5 million **and** is to a small manufacturer or the project meets the public policy goal of at least 10% reduction in Borrower's energy consumption or meets the public policy goal of generating renewable energy or renewable fuels. *If "No" please answer the following:* YES___ NO___
 - The aggregate amount of the SBA portions for this application and for all outstanding loans to this applicant, the EPC, the OC and their affiliates do not exceed \$5.0 million. All outstanding loans include any prior SBA loan guarantees, committed or outstanding, 7(a) or 504. (Note: *If the applicant has a previous small manufacturer or eligible energy loan it does not reduce the \$5,000,000 limit for regular 504 and Public Policy Project loans.*) YES___ NO___
- Neither the EPC nor the OC is a trust or SBA requirements regarding trusts are met. YES___ NO___

___ Applicant is a convalescent or nursing home, or assisted living facility. *If item is checked, answer the following question. If "No," loan is not eligible.*

Applicant is licensed as a nursing home or assisted living facility YES___ NO___

V. Project Financing and Costs - Answer All Questions. If an individual question or both parts of a two part question is answered "No," the loan is not eligible.

Any costs attributable to the Project to be reimbursed to the Applicant are for land acquired prior to applying to SBA for the 504 loan and used in the Project or for other eligible expenses toward the Project within nine months prior to receipt by SBA of this application. YES___ NO___

The Interim Loan does not cover the Borrower's contribution. The source of interim financing is not from any SBA program, directly or indirectly; the terms and conditions of the financing are acceptable; the source is not the Applicant or an Associate of the Applicant; and the source has the experience and qualifications to monitor properly all Project construction and progress payments. YES___ NO___

The Borrower Contribution is cash or property that is part of the Project Property and is not derived from an SBA business loan program. If the contribution is borrowed, the interest rate is reasonable and any lien on the Project assets is subordinate to the liens securing the 504 loan, and the loan will not be repaid at a faster rate than the 504 loan. YES___ NO___

If the Borrower has been in operation for 2 years or less (or there is a change in ownership of the applicant business)

- There is an additional Borrower Contribution of at least 5% (above the minimum 10%)
- the Debenture will finance no more than 35% of the Project and
- at least 50% of the Project financing will be from state or local government, banks or other financial institutions, foundations or other not-for-profit institutions, or seller (provided seller subordinates its interest to the debenture). YES___ NO___

If the Project involves a limited or single-purpose building or structure,

- There is an additional Borrower Contribution of at least 5% (above the minimum 10%)
- the Debenture will finance no more than 35% of the Project and
- at least 50% of the Project financing will be from state or local government, banks or other financial institutions, foundations or other not-for-profit institutions, or seller (provided seller subordinates its interest to the debenture). YES___ NO___

If the Borrower has been in operation for 2 years or less (or there is a change in ownership of the applicant business) and the Project involves a limited or single-purpose building or structure,

- the Borrower Contribution is at least 20%
- the Debenture will finance no more than 30% of the Project and
- at least 50% of the Project financing will be from state or local government, banks or other financial institutions, foundations or other not-for-profit institutions, or seller (provided seller subordinates its interest to the debenture). YES___NO___

The Third Party Loan is at least as much as the 504 Loan (net proceeds). The Third Party Loan(s) has a term of at least 7 years for a 10 year debenture and at least 10 years for a 20 year debenture. The interest rate is reasonable. Any financing provided by the seller of Project Property is subordinate to the 504 loan and may not be prepaid without SBA consent.

YES___NO___

No more than 50% of eligible Project costs are from Federal sources.

YES___NO___

Any debt consolidation included in the Third Party Loan will not improve the lien position of the Lender on the pre-existing debt, unless the debt is a previous Third Party Loan.

YES___NO___

The debenture amount does not exceed \$5.5 million **and** is to a small manufacturer or the project meets the public policy goal of at least 10% reduction in Borrower's energy consumption or meets the public policy goal of generating renewable energy or renewable fuels. *If "No" please answer the following:*

YES___NO___

- The aggregate amount of the SBA portions for this application and for all outstanding loans to this applicant and its affiliates does not exceed \$5.0 million. All outstanding loans also include any prior SBA loan guarantees, committed or outstanding, 7(a) or 504). *[Note: If the applicant has a previous small manufacturer or eligible energy loan it does not reduce the \$5,000,000 limit for regular 504 and Public Policy Project loans.]*

YES___NO___

VI. Project Economic Development Goals - Answer Question.

Answer if debenture amount is \$5,000,000 or less:

This Project creates or retains one Job Opportunity for every \$65,000 (\$100,000 for a small Manufacturer) guaranteed by SBA.

YES___NO___

If "No," answer the following question:

The CDC's overall portfolio of 504 loans, including this loan but exclusive of 504 loans to Small Manufacturers meets or exceeds the CDC's required Job Opportunity Average AND the Project achieves the following community development or public policy goal: _____

(A Goal must be cited for any 504 Loan where the above jobs test is not met).

YES___NO___

If "No", loan is not eligible.

Answer if debenture amount is over \$5,000,000 to \$5,500,000:

This Project is for a small manufacturer and it creates or retains one Job Opportunity for every \$100,000 guaranteed by SBA and the Project achieves the following community development or public policy goal: _____

YES___NO___

If "No," answer the following question:

The project creates or retains one Job Opportunity for every \$65,000 guaranteed by SBA or the CDC's overall portfolio of 504 loans, including this loan but exclusive of 504 loans to Small Manufacturers meets or exceeds the CDC's required Job Opportunity Average AND it is an Energy Efficiency Project (achieves the public policy goal of either 10% reduction in energy use or production of renewable energy).

YES___NO___

If "No", loan is not eligible.

VII. Use of Project Proceeds – Check Any Item(s) That Are Applicable.

___To relocate any operations of a small business which will cause a net reduction of one-third or more in the workforce of the relocating small business or a substantial increase in unemployment in any area of the country.

If item is checked, answer the following questions. If "No," loan is not eligible.

The relocation is for key economic reasons and crucial to the continued existence, economic wellbeing, and/or competitiveness of the applicant; and the economic development benefits to the applicant and the receiving community outweigh the negative impact on the community from which the applicant is moving.

YES___NO___

___To provide or refinance funds used for payments, distributions, or loans to Associates of the Applicant.
If item is checked, loan is not eligible.

___To fund purchase, renovation, or reconstruction of an existing building. *If item is checked, answer the following questions. If "No," loan is not eligible.*

Applicant (or Operating Companies) will occupy at least 51% of the rentable property.

YES___ NO___

Loan proceeds will not be used to remodel or convert space not occupied by the Applicant or OC.

YES___ NO___

Third Party Loan proceeds used to renovate the rental space are not counted towards the 504 first mortgage requirements or the Borrower's Contribution.

YES___ NO___

___To finance construction of a new building. *If item is checked, answer the following questions.*

If "No," loan is not eligible. If building will contain rental space, Applicant (or Operating Companies) will occupy 60% of rentable space immediately, will lease no more than 20% of rentable space long term, will increase its occupancy within 3 years, and plans to occupy at least 80% of rentable space within 10 years.

YES___ NO___

Community improvements do not exceed 5 percent of construction proceeds.

YES___ NO___

___To purchase, transport, dismantle or install machinery and equipment. *If item is checked, answer the following question. If "No," loan is not eligible.*

The machinery and equipment has a useful life of at least 10 years.
(20 years if a 20 year 504 Loan is requested)

YES___ NO___

___To purchase short-term equipment, furniture and/or fixtures. *If item is checked, answer the following question. If "No," loan is not eligible.*

The dollar amount compared to the total project cost is minimal and will not affect the maturity based upon a weighted average useful life and the items are essential to and a minor portion of the Project.

YES___ NO___

___To fund leasehold improvements. *If item is checked, answer the following question. If "No," loan is not eligible.*

Loan proceeds will be used to improve space occupied 100% by Applicant.

YES___ NO___

___To acquire, construct, or modify buildings and improvements, and/or to purchase and install machinery and equipment located on land leased to the Applicant by the CDC or an unrelated lessor. *If item is checked, answer the following questions. If "No," loan is not eligible.*

The remaining term of the lease, including options to renew, exercisable solely by the lessee, will equal or exceed the term of the Debenture, or, in the case of machinery or equipment, equals or exceeds the useful life of the property or the term of the Debenture, whichever is less.

YES___ NO___

The Applicant will assign its interest in the lease to the CDC with right of reassignment to SBA.

YES___ NO___

If CDC is leasing property to the Applicant, the rent paid during the Debenture term will pay principal and interest on all debt incurred by the CDC to finance the Project, and all related expenses.

YES___ NO___

___Debt refinance as part of an expansion is included in Project costs: *If checked, answer the following questions. If "No" loan is not eligible.*

i. Total debt refinanced is no more than 50% of new expansion costs;

YES___ NO___

ii. Either:

(1) substantially all (85% or more) of the proceeds of the existing debt was used to acquire land, including a building situated thereon, to construct a building thereon or purchase equipment and the remaining amount (15% or less) was incurred for the benefit of the small business seeking the refinancing; or

YES___NO___

(2) if the land, building or equipment was originally financed through a commercial loan (hereafter the "original loan") that was subsequently refinanced one or more times:

(A) substantially all (85% or more) of the proceeds of the original loan was used to acquire land, including a building situated thereon, to construct a building thereon or purchase equipment and the remaining amount (15% or less) was incurred for the benefit of the small business seeking the refinancing; and

(B) the existing debt is the most recent refinancing of the original loan;

YES___ NO___

iii. The existing indebtedness is collateralized by fixed assets;

YES___ NO___

iv. The existing indebtedness was incurred for the benefit of the small business concern;

YES___ NO___

v. Project proceeds will be used only for refinancing existing indebtedness or costs relating to the project financed;

YES___ NO___

- vi. The financing will provide a substantial benefit to the borrower when prepayment penalties, financing fees, and other financing costs are accounted for; YES___ NO___
- vii. The borrower has been current on all payments due on the existing debt for not less than 1 year preceding the date of refinancing; YES___ NO___
- viii. The financing under section 504 will provide better terms or rate of interest than the existing indebtedness at the time of refinancing; YES___ NO___
- ix. No debt refinanced is due to an Associate of applicant; YES___ NO___
- x. No debt refinanced is due to a Small Business Investment Company; YES___ NO___
- xi. No creditor whose debt is refinanced is in a position to sustain a loss causing a shift of any part of a potential loss to SBA. YES___ NO___

___ Loan proceeds will affect properties included or eligible to be included in the National Register of Historic Places. YES___ NO___

___ Debt refinance as authorized under The Small Business Jobs Act of 2010 is included in the project costs:

If checked, answer the following questions. If "no" loan is not eligible.

- i. The Refinancing Project does not involve the expansion of a small business; YES___ NO___
- ii. The applicant has been in operation for all of the 2 year period ending on the date of application; YES___ NO___
- iii. The Qualified Debt to be refinanced:
 - a) Is a commercial loan, 100% of which was incurred for the benefit of the small business concern; YES___ NO___
 - b) Was incurred not less than two years before the date of the application; YES___ NO___
 - c) Is not subject to a guaranty by a Federal agency or department; YES___ NO___
 - d) Is collateralized by 504 Eligible Fixed Assets; YES___ NO___
 - e) Is not a Third Party Loan on an existing 504 project; YES___ NO___
 - f) Borrower has been current on all payments due for not less than one year preceding the date of application; YES___ NO___
 - g) Either:
 - (1) substantially all (85% or more) of the proceeds of the existing debt was used to acquire an Eligible Fixed Asset(s) and the remaining amount (15% or less) was incurred for the benefit of the small business seeking the refinancing; or YES___ NO___
 - (2) if the Eligible Fixed Asset(s) was originally financed through a commercial loan (hereafter the "original loan") that was subsequently refinanced one or more times:
 - (A) substantially all (85% or more) of the proceeds of the original loan was used to acquire an Eligible Fixed Asset(s) and the remaining amount (15% or less) was incurred for the benefit of the small business seeking the refinancing; and (B) the existing debt is the most recent refinancing of the original loan; YES___ NO___
 - h.) This question applies only if the original loan was for the construction of a new building, or the acquisition, renovation, or reconstruction of an existing building, and such loan would not have satisfied the leasing policies set forth in 13 CFR 120.131 and 13 CFR 120.870(b): Borrower is able to demonstrate compliance with 13 CFR 120.131(b) for existing buildings as of the date of application for assistance under the Jobs Act; YES___ NO___ N/A___
- iv. The portion of the Refinancing Project provided by the 504 loan and the Third Party Loan is not more than 90% of the current fair market value of the fixed assets that will serve as collateral, YES___ NO___
- v. If there is a deficiency remaining on the loan to be refinanced, has it been addressed by one or more of the three methods below (check all that apply): YES___ NO___
 - ___ (a) Forgiveness of all or part of the deficiency
 - ___ (b) Acceptance of payment by the borrower
 - ___ (c) Requiring the borrower to execute a note for the balance or any portion of the balance. This note must be subordinate to the 504 loan if secured by any of the same collateral.
- vi. If the Refinancing Project includes financing for business expenses, the expenses are eligible for financing and are included in a detailed and itemized list in the Credit Memorandum; YES___ NO___
- vii. The funding for the Refinance Project includes an amount from the Third Party Lender equal to or greater than the 504 net debenture amount and not less than 10% from the Borrower; YES___ NO___
- viii. The Third Party Lender will have a first lien position, and the 504 loan will have a second lien position on all Eligible Fixed Assets securing the Refinance Project; YES___ NO___
- ix. The refinancing meets the job creation, retention or other economic development objectives

- outlined in section VI. above **or** the loan amount does not exceed the number of full-time equivalent employees of the Applicant multiplied by \$65,000; YES___NO___
- x. The Refinance Project costs only includes the amount used to refinance the Qualified Debt, any Eligible Business Expenses, and other costs under 120.882(c) and (d) and eligible administrative costs under 120.883; YES___NO___
- xi. No debt being refinanced is due to an Associate of applicant; YES___NO___
- xii. No debt being refinanced is due to a Small Business Investment Company or a New Markets Venture Capital Company; and YES___NO___
- xiii. No creditor whose debt is refinanced is in a position to sustain a loss causing a shift of any part of a potential loss to the SBA. YES___NO___

VIII. Conflict of Interest

SBA may not provide financial assistance to an applicant where there is any appearance of a conflict of interest on the part of SBA or the CDC.

A) All statements must be answered as "True" to be eligible.

- If an Associate** of the small business or member of any Associate's household is a GS-13 or higher government employee or a Major or Lieutenant Commander or higher in the military, the small business applicant has submitted to the CDC a statement of no objection by the pertinent government department or military service. True___
- No officers or directors of community organizations such as certified development companies and microlenders or members of their household have a significant financial interest in the Applicant unless the organization has been inactive in packaging SBA loans for at least two years prior to the application date. True___
- No CDC or Associate** of CDC has a real or apparent conflict of interest with Applicant, any of Applicant's Associates, or any of the close relatives of Applicant's Associates. True___
- No CDC or Associate or close relative of an associate of the CDC has a significant direct or indirect financial or other interest in the applicant, or has had such an interest within 6 months prior to the date of the application. True___
- No Associate of a CDC is incarcerated, on parole, or on probation or is a convicted felon or has an adverse final civil judgment (in a case involving fraud, breach of trust, or other conduct) that would cause the public to question the CDC's business integrity. True___
- No CDC or any Associate of CDC has accepted funding from a source that restricts, prioritizes, or conditions the types of small businesses that CDC may assist under an SBA program or that imposes any conditions or requirements upon recipients of SBA assistance inconsistent with SBA's loan programs or regulations. True___
- None of the Loan proceeds will directly or indirectly finance purchase of real estate, personal property or services from CDC or an Associate of CDC. True___
- Neither the Applicant, an Associate of Applicant, close relative nor household member of an Associate of Applicant is required to invest in CDC. True___
- None of the proceeds of the loan will be used to acquire space in project for which CDC has issued a real estate forward commitment. True___

B) Check any item(s) that are applicable. If checked, SBA Standards of Conduct Committee approval will be required prior to issuance of an SBA loan authorization.

____ SBA employee, the employee's close relative or a member of the employee's household is an employee, officer, director, attorney, agent, creditor or debtor, or has a financial interest in the Applicant

____ Former SBA employee separated from SBA for less than one year is an employee, officer, director, attorney, agent, creditor or debtor, or has a financial interest in the Applicant.

- ____ Individual currently involved in a Small Business Development Center program, the individual's close relative or a member of the individual's household is an employee, officer, director, attorney, agent, creditor or debtor, or has a financial interest in the Applicant.
- ____ Member of Congress or an appointed official or employee of the legislative or judicial branch (or household member of such an individual) is a sole proprietor, general partner, officer, director, employee, attorney, agent, creditor or debtor, or has a financial interest in the Applicant.
- ____ Member or employee of a Small Business Advisory Council or a SCORE volunteer (or a close relative or household member of such an individual) is a sole proprietor, general partner, officer, director, employee, attorney, agent, creditor or debtor, or has 10.0% or more financial interest in the Applicant.
- ____ Employee of community organizations such as a certified development companies or microlenders (or a close relative or household member of such an individual) has a financial interest in the Applicant.

(**Associate of a CDC is an officer, director, key employee, or holder of 20 percent or more of the value of the CDC's stock or debt instruments. An Associate of a small business is an officer, director, owner of more than 20 percent of the equity, or key employee.)

IX. Other - Check Any Item(s) That Are Applicable.

- ____ Applicant or Affiliate(s) has/have existing SBA loan(s). *If item is checked, answer the following question.*
If "No," loan is not eligible.
 The existing SBA loan(s) is/are current. YES___ NO___
- ____ Business or any of its principals has been involved in a federal loan or federally assisted financing that defaulted and caused a loss to the Federal government or any of its Departments or agencies. *(If "Yes," explain in Section X.)* YES___ NO___
- ____ Applicant business activities include teaching, instructing, counseling, or indoctrinating religion or religious beliefs whether in a religious or secular setting. *(If "Yes," explain in Section X.)* YES___ NO___
- ____ Applicant has products or services of a sexual nature. *If item is checked, answer the following questions.*
If "No," loan is not eligible.
 Applicant does not present live performances of a prurient sexual nature. YES___ NO___
 Applicant does not derive more than 5% of its gross revenue directly or indirectly, through the sale of products or services or the presentation of any depictions or displays of a prurient sexual nature. YES___ NO___
- ____ Applicant conducts operations both in the United States and in a foreign country. *If item is checked, answer the following questions. If "No," loan is not eligible.*
 Loan proceeds will not benefit the foreign location/operation. YES___ NO___
 Applicant operates primarily in the United States. YES___ NO___
 Applicant pays taxes to the United States OR applicant uses American products, materials, and labor. YES___ NO___
 Loan proceeds will be used exclusively for the benefit of the domestic operation. YES___ NO___
 Applicant does not conduct trade in any country with which the United States Government restricts trade according to the Export-Import Bank's current "Country Limitation Schedule" (CLS), which can be found at http://www.exim.gov/tools/country_limits.html YES___ NO___
- ____ Loan is collateralized by Indian lands held in trust.

X. COMMENTS REGARDING ANY OF ABOVE ANSWERS THAT REQUIRE EXPLANATION OR REGARDING ANY OTHER RELEVANT ELIGIBILITY ISSUES. ATTACH ADDITIONAL PAGE(S) IF NECESSARY.

CDC hereby certifies that the above information is true and correct, to the best of its knowledge, and that it has exercised due diligence to obtain the true and correct information.

CDC Signature
and Typed Name and Title _____ **Date** _____